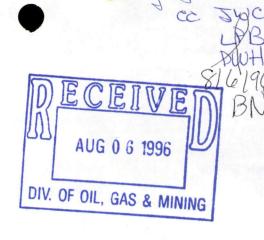


## State of Utah School and Institutional TRUST LANDS ADMINISTRATION

Michael O. Leavitt Governor David T. Terry Director 355 West North Temple 3 Triad Center, Suite 400 Salt Lake City, Utah 84180-1204 801-538-5508 801-355-0922 (Fax)



August 2, 1996

James W. Carter, Director Utah Division of Oil, Gas & Mining 1594 W. North Temple Street, Suite 1210 Salt Lake City, UT 84114

RE: Reduction in Reclamation Surety, Geokinetics Inc., Seep Ridge Project, ML45256--Oil Shale, M/047/002, Uintah County

Dear Mr. Carter,

This letter will provide notice to you that the School and Institutional Trust Lands Administration concurs in the recommendation of your staff to reduce the amount of reclamation surety required for the Geokinetics Inc. Seep Ridge Project from \$100,000 down to \$21,700.

The Trust Lands Administration requests that the \$21,700 replacement bond be in the same form as the existing \$100,000 bond or be posted in the form of a surety bond.

Sincerely,

David T. Terry

Director

DTT/jtb

cc: Tony Gallegos John Blake

